

March 30, 1982

Inspection Memo to File:

RE: Bonanza Operations
American Gilsonite Company
ACT/047/010
Uintah County, Utah

Tom Tetting, Joe Helfrich and Sandy Pruitt stopped in at the American Gilsonite office in Bonanza on March 9, 1982. Richard Dewey, Vice-President, was available for a limited discussion of the questions and deficiencies in the updated mine plan submitted for Federal Lease U-0126940 and MR Forms submitted in 1977 which were documented in a letter to Richard Carlbert dated December 17, 1981. The Division granted verbal approval of the lease modification dated October 27, 1981, without a response to the deficiencies, as American Gilsonite was already operating on the lease extension. As of this writing, it is unknown whether the USGS also approved the lease modification. A response to the review letter dated December 17, 1981, is still required. Mr. Carlbert informed Jim Smith that a response would be submitted by April 1982.

Due to a critical accident in the plant, an inspection of the surface operations was not possible.

SANDY PRUITT
RECLAMATION OFFICER

SP/btb